Irrigation Crop Diversification Corporation

ANNUAL REPORT 2007/08

Irrigation Crop Diversification Corporation

Objects and Purposes of ICDC – *The Irrigation Act, 1996*

The objects and purposes of ICDC are the following:

- to research and demonstrate to producers and irrigation districts profitable agronomic practices for irrigated crops;

- to develop or assist in developing varieties of crops suitable for irrigated conditions;

- to provide land, facilities and technical support to researchers to conduct research into irrigation technology, cropping systems and soil and water conservation measures under irrigation and to provide information respecting that research to district consumers, irrigation districts and the public;

- to co-operate with the Minister in promoting and developing sustainable irrigation in Saskatchewan.

Irrigation Crop Diversification Corporation

Board of Directors

The following served as Directors of ICDC in 2007/08:

Name	Position	Irrigation District	Development Area Represented	Election Year (#terms)
Rick Swenson	Chairman	Baildon ID	SEDA	'09 (2)
Randy Bergstrom	Vice Chair	Luck Lake ID	LDDA	'10 (2)
Rob Oldhaver	Director	Miry Creek ID	SWDA	'08 (1)
Kevin Plummer	Director	Moon Lake ID	NDA	'09 (2)
Paul Heglund	Director	Vidora ID	SWDA	'10 (2)
Francis Kinzie	Director	Pike Lake	Non-District	'09 (2)
Neil Stranden	Director	SSRID	LDDA	'08 (1)
Kelvin Bagshaw	Director	Luck Lake ID	SIPA rep.	app.
Larry Lee	Alt. Vice Chair	Macrorie ID	SIPA rep.	app.
John Babcock	Director		SA rep.	OC
Abdul Jalil	Director		SA rep.	OC

The Four Development Areas are: Northern (NDA), South Western (SWDA), South Eastern (SEDA) and Lake Diefenbaker (LDDA) as defined in ICDC's bylaws.

ICDC Directors are elected by District Delegates to the Annual Meeting. Each Irrigation District is entitled to send one ICDC Delegate per 5,000 irrigated acres or part thereof. Two Directors are elected from LDDA, two from SWDA, and one each from NDA and SEDA. Non-District irrigators elect one representative. The Saskatchewan Irrigation Projects Association (SIPA) and Saskatchewan Agriculture (SA) appoint two directors each to the ICDC board. The ICDC board must, by law, have irrigators in the majority.

Irrigation Crop Diversification Corporation

Letter of Transmittal

Outlook, Saskatchewan
June 27th 2008
To His Honour
The Honourable Dr. Gordon L. Barnhart
Lieutenant-Governor of the Province of Saskatchewan

Your Honour:

I have the honour to submit herewith the Annual Report of ICDC (Irrigation Crop Diversification Corporation) for the year 2007/08, including the financial statement audited by Lois A. Johnson CMA, all in accordance with *The Irrigation Act, 1996*.

Respectfully submitted by

Rick Swenson
Chairman
ICDC

2007-08 Highlights

Irrigation Crop Diversification Corporation projects in 2007-08 included:

- Field Crops – demonstrations on wheat for ethanol production and crop varieties for irrigation
- Forage Crops – intensive rotational grazing demonstrations, demonstrations on corn varieties and agronomy, regional forage demonstrations, annual cereal forage varieties for irrigation
- Pulse Crops – White Mountain Dry Bean demonstration
- Ultra Value Crops – strawberry crown commercialization, fruit production and processing initiative
- Water Management – irrigation scheduling
- South West Irrigation Development Area - crop survey, research and development needs assessment
- Technology Transfer – Saskatchewan Ministry of Agriculture staff working with the Irrigation Crop Diversification Corporation participated in a number of industry field days in 2007-08. Staff also developed presentations and contributed to publications in order to promote irrigation technology advances.

More detailed information on ICDC projects is available at: www.irrigationsaskatchewan.com.

LOIS A. JOHNSON, CMA
CERTIFIED MANAGEMENT ACCOUNTANT
P.O. Box 22 R.R. 1
Delisle, Sask. S0L 2N0
Phone: 493-2690

AUDITOR'S REPORT

To the Members of Legislative Assembly Province of Saskatchewan

I have audited the statement of financial position of Irrigation Crop Diversification Corporation as at March 31, 2008 and the statements of revenues and expenditures changes in net assets and cash flow for the year then ended. These financial statements are the responsibility of the company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the company as at March 31, 2008 and the results of its operations and its cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

Delisle, Saskatchewan
July 21, 2008

CERTIFIED MANAGEMENT ACCOUNTANT

IRRIGATION CROP DIVERSIFICATION CORPORATION

Statement of Financial Position

March 31, 2008

	2008	2007
ASSETS		
CURRENT		
Cash *(Note 3)*	$ 62,375	$ 35,670
Term deposits	125,113	191,285
Accounts Receivable	26,725	5,680
Goods and services tax recoverable	3,068	3,009
	$ 217,281	$ 235,644
LIABILITIES AND MEMBERS' EQUITY		
CURRENT		
Current Research Funding Unapplied	$ -	$ 29,376
Prepaid Levies	5,948	6,061
	5,948	35,437
NET ASSETS		
General Fund	211,333	200,207
	$ 217,281	$ 235,644

IRRIGATION CROP DIVERSIFICATION CORPORATION

Statement of Changes in Net Assets

Year Ended March 31, 2008

	General	2008	2007
NET ASSETS – BEGINNING OF YEAR	**$ 200,207**	**$ 200,207**	**$ 200,402**
Excess of revenue over expenses	11,126	11,126	(195)
NET ASSETS – END OF YEAR	$ 211,333	$ 211,333	$ 200,207

IRRIGATION CROP DIVERSIFICATION CORPORATION
Statement of Revenue and Expenditures
March 31, 2008

	2008	200
REVENUE		
Member Levies	$ 30,125	$ 29,754
Non-District Levies	33,019	33,019
Contract Funding	83,133	26,125
CSIDC Field Day	-	3,573
	146,277	92,471
EXPENSES		
Accounting fees	2,048	1,124
Advertising and promotion	2,300	5,418
Bad Debts	-	428
Insurance	1,575	1,575
Memberships	-	175
CSIDC Field Day	697	2,876
Office	137	76
Contract Funding Applied	83,133	26,125
CSIDC Crop Varieties	42,131	44,000
Project Demos	4,830	3,327
Forage Centres	3,765	11,586
	140,616	96,710
EXCESS (DEFICIENCY) OF REVENUE ORER EXPENSES FROM OPERATIONS	5,661	(4,239)
OTHER INCOME	5,465	4,044
EXCESS (DEFICICNEY) OR FEVENUER OVER EXPENSES	$ 11,126	$ (195)

IRRIGATION CROP DIVERSIFICATION CORPORATION

Statement of Cash Flow

March 31, 2008

	2008	2007
OPERATING ACTIVITIES		
Excess (deficiency) of revenue over expenses	$ 11,126	$ (195)
Changes in non-sash working capital:		
Accounts receivable	(21,045)	(4,525)
Current Funding Unapplied	(29,376)	29,376
GST payable (receivable)	(59)	(3,085)
Prepaid Levies	(113)	100
	(50,593)	21,866
Cash flow from (used by) operating activities	(39,467)	21,671
INCREASE (DECREASE) IN CASH FLOW	(39,467)	21,671
Cash – beginning of year	226,955	205,284
CASH – END OF YEAR *(Note 3)*	$ 187,488	$ 226,955
Interest paid	$ -	$ -
Income taxes paid	$ -	$ -

1. DESCRIPTION OF BUSINESS

1. The objects and purposes of Irrigation Crop Diversification Corporation are:

a) to research and demonstrate to producers and irrigation districts profitable agronomic practices for irrigated crops;
b) to develop or assist in developing varieties of crops suitable for irrigated conditions;

c) to develop or assist in developing varieties of crops suitable for irrigated conditions; to provide means to researchers to conduct research into related technology, cropping systems and conservation measures under irrigation and to provide information respecting their research to members, irrigation districts and the public;

d) to co-operate with the Minister and Sask Water Corporation in promoting and developing sustainable irrigation in Saskatchewan.

2. ICDC was established under the Irrigation Act of 1996. ICDC is not an agent of the Crown. Membership consists of Irrigation Districts established throughout the province by Sask Water Corporation. ICDC is a non-profit organization exempt from Income Tax under section 149 (1) (j) of the Income Tax Act.

ICDC completes for funding from governmental programs, growers' associations and any other opportunities it encounters. ICDC contracts with Canada Saskatchewan Irrigation Crop Diversification Corporation to perform specific research, which results are transmitted to ICDC as well as the funding entities. Levies assessed on Irrigation Districts and other irrigated lands are also used to fund research, as well as the operating costs of the Corporation.

2. SUMMARY OF SIGNIFICAT ACCOUNTING POLICIES

Investments:

Investments are recorded at the lower of amortized cost and market value

Revenue Recognition:

Restricted contributions related to specific operations are recognized as revenue of the General Fund in the year in which the related expenses are incurred. All other revenues are reported on the accrual method.

Contributed Services

Irrigation Crop Diversification Corporation is administered through the offices of Saskatchewan Agriculture.

3. CASH

	2008	2007
Cash	$ 62,375	$ 35,670
Term Deposits	125,113	191,285
	$ 187,488	$ 226,955

Funding from governmental programs is based on a percentage of research costs being borne by ICDC. The investment funds permit ICDC to qualify for such research funding to facilitate its purpose.

4. ACCOUNTS RECEIVABLE

Accounts Receivable includes an amount of $ 19,366.82 which consists of a grant provided by Advancing Canadian Agriculture and Agri-Food Saskatchewan (ACAAFS).